

Change to:

The subject matter of this application is also related to the subject matter of U.S. Patent 5,615,109 for "Method of and System for Generating Feasible, Profit Maximizing Requisition Sets", U.S. Patent 6,321,205 "Method of and System for Analyzing Business Improvement Programs" and U.S. Patent 6,393,406 "Method of and System for Business Valuation" the disclosures of which are herein incorporated by reference.

Marked up original:

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On page 9 please change Table 1 to read as shown on page 3. A marked up version of the original Table 1 is shown on page 4.

Change to:

Table 1

Enterprise Assets	Valuation methodology
• Excess Cash & Marketable Securities	GAAP (Generally Accepted Accounting Principles)
• Market Sentiment	Market Value – (COPTOT + Σ Growth Option Values)
• Total current-operation value (COPTOT):	Income Valuation
Current-operation: Cash & Marketable Securities (CASH)	GAAP (Generally Accepted Accounting Principles)
Current-operation: Accounts Receivable (AR)	GAAP (Generally Accepted Accounting Principles)
Current-operation: Inventory (IN)	GAAP (Generally Accepted Accounting Principles)
Current-operation: Prepaid Expenses (PE)	GAAP (Generally Accepted Accounting Principles)
Current-operation: Production Equipment (PEQ)	If calculated value > liquidation value, then use correlation valuation, else use liquidation value
Current-operation: Other Physical Assets (OPA)	Liquidation Value
Current-operation: Other Assets (OA)	GAAP (Generally Accepted Accounting Principles)
Current-operation: <u>Intangible Assets (IA):</u> Customers Employees Vendor Relationships Strategic Partnerships Brand Names Other Intangibles	System calculated value System calculated value System calculated value System calculated value System calculated value System calculated value
Current-operation: General going concern value (GCV)	$GCV = COPTOT - CASH - AR - IN - PE - PEQ - OPA - OA - IA$
• Real options	Real option algorithms

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Tabl 1

Enterprise Assets	Valuation methodology
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• Real options	Real option algorithms

On page 17 please change the last sentence of the first paragraph on the page to read as shown below. A marked up version of the original sentence is shown below the new sentence.

Change to:

b3 Typical memory configurations for the database-server personal computer (130) used with the present invention should include at least 128 megabytes of semiconductor random access memory (131) and at least a 200 gigabyte hard drive (132).

Marked up original:

Typical memory configurations for the database-server personal computer (130) used with the present invention should include at least 128 megabytes of semiconductor random access memory (135~~131~~) and at least a 200 gigabyte hard drive (134~~132~~).

On page 45 please change the second and third sentences of the second complete paragraph on the page to read as shown below. A marked up version of the original paragraph is below the two new sentences.

Change to:

b4 The attributes calculated in this step include: trends and ratios as described in cross-referenced U.S. patent 6,393,406, cumulative total value, the period-to-period rate of change in value, the rolling average value and a series of time lagged values. In a similar fashion the software in block 293 calculates attributes for each date field in the specified tables including trends and ratios as described in cross-referenced U.S. patent 6,393,406, time since last occurrence, cumulative time since first occurrence, average frequency of occurrence and the rolling average frequency of occurrence.

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The attributes calculated in this step include: trends and ratios as described in cross-referenced U.S. patent 6,393,406, cumulative total value, the period-to-period rate of change in value, the rolling average value and a series of time lagged values. In a similar fashion the software in block 293 calculates attributes for each date field in the

specific tables including trends and ratios as described in cross-referenced U.S. patent 6,393,406, time since last occurrence, cumulative time since first occurrence, average frequency of occurrence and the rolling average frequency of occurrence.